RESOLUTION NO. 99-73

A RESOLUTION OF THE LODI CITY COUNCIL AUTHORIZING REIMBURSEMENT OF ONE STANDBY GENERATOR AND ESTABLISHMENT OF A LOAD MANAGEMENT PROGRAM

WHEREAS, Lodi Municipal Code, §3.20.070, authorizes dispensing with bids for purchases of supplies, services or equipment when it is in the best interest of the City to do so; and

WHEREAS, while working to improve service reliability, the City of Lodi Electric Utility also investigates possible new services that could be offered to customers; and

WHEREAS, the Bank of Lodi, a Lodi-headquartered commercial/industrial electric customer, has experienced several power interruptions in the recent past; and

WHEREAS, the number of outages experienced are in excess of acceptable reliability criteria for a commercial enterprise; and

WHEREAS, the Electric Utility Department has taken a number of steps to remedy the existing reliability issue, which have proven ineffective; and

WHEREAS, Electric Utility Department has estimated that upgrading that portion of the electric distribution system serving the Bank of Lodi could cost up to \$150,000, which would require rescheduling the Department's extensive distribution and lighting systems improvements in addition to requiring planned outages of the customer's electric service in order to perform the work and additional excavation and roadwork at a busy intersection; and

WHEREAS, another option would be to install a standby (emergency) generator, which is acceptable to the customer, at a cost of \$75,000.00; and

WHEREAS, the Electric Utility Department recommends reimbursing the customer with up to \$75,000.00 in funds to purchase and install the generator, with the customer being solely responsible for providing the necessary space and maintenance of the generator at its expense, thereby establishing a pilot "Load Management Program"; and

WHEREAS, the City Manager recommends reimbursement of one Standby Generator for the Bank of Lodi, and approves the establishment of a Load Management Program.

NOW, THEREFORE, BE IT RESOLVED, that the Lodi City Council hereby approves the reimbursement of one Standby Generator for the Bank of Lodi, and further approves the establishment of a Load Management Program.

May 19, 1999 Dated:

I hereby certify that Resolution No. 99-73 was passed and adopted by the City Council of the City of Lodi in a regular meeting held May 19, 1999, by the following vote:

AYES:

COUNCIL MEMBERS - Hitchcock, Nakanishi, Pennino and Land (Mayor)

NOES:

COUNCIL MEMBERS - None

ABSENT:

COUNCIL MEMBERS - None

ABSTAIN:

COUNCIL MEMBERS - Mann